

## Schedule of Expense Deductions as of January 1, 2010

**Introduction:** The Program is shared by multiple public charities and individual Donors through the use of a tax-exempt umbrella charity (“Umbrella Charity”).<sup>1</sup> This Schedule of Expense Deductions lists some of the current administrative practices of the Umbrella Charity and the deductions it makes to cover its costs. **Please note that ...**

**TOTAL EXPENSES = ADMINISTRATION (Schedules ‘A’ through ‘C’) + INVESTMENT (Schedule ‘D’)**

### Schedule ‘A’ – ADMINISTRATION - Transaction Minimums, Setup & Flat Annual Deductions

	1	2	3	4	5	6	7	8	9
	Outright Gift	Endowed Gift	Donor Advised Fund	Charitable Remainder Trust	Charitable Lead Trust*	Gift Annuity Contract	Pooled Income Fund	Life Estate Agreement	Charitable Living Trust
Kit	#1	#2	#3	#4	#5	#6	#7	#8	#9
<b>Initial Minimum</b>	\$10,000	\$25,000	\$10,000	\$150,000	\$150,000			\$100,000	\$150,000
<b>Setup Deduct.</b>	(1)	100	100	750	750			750	750
<b>Annual Deduct.</b>		100	100	500	500				500 Schedule ‘C’
<b>Addition Minimum</b>		1,000	1,000	(2)	(2)				1,000
<b>Checks going out</b>		Annually	As needed	Quarterly	Annually				As needed
<b>Minimum Check</b>		250	250	<p>(1) To process outright gifts of cash/publicly-traded securities to charities, the deduction is 2.5% of the asset, plus \$10 per charity. If the gift is not cash or public securities, please note the additional charges of Schedule ‘C.’</p> <p>(2) Only “unitrust” versions can accept additional contributions. If the addition is made as of December 31<sup>st</sup> there is no additional expenses deduction. For other dates there is a setup deduction of \$250.</p>					
<b>Minimum Balance during Life</b>		5,000	5,000						
<b>Minimum Balance after Death</b>		10,000	10,000						

### Schedule ‘B’ – ADMINISTRATION - Asset-Based Deductions

**First \$1 million:** 0.57% per year; Next \$1 - \$5 million: 0.25%; Next \$5 - \$15 million: 0.15%; Next \$15 - \$50 million: 0.10%; Amounts above \$50 million: 0.05%.

Calculated on January 1<sup>st</sup> and deducted quarterly. Minimum total deduction \$1,500 per year for charitable trusts; \$100 minimum for all other account types.

### Schedule ‘C’ – ADMINISTRATION - Other Expense Deductions

Out of pocket expenses for appraisals, surveys, taxes, insurance, etc. must be funded with cash from the Donor. Will deduct additional amounts from gift for transactions that require more time compared to cash/public stock gifts. For Charitable Living Trusts there is no additional charge for standard quarterly distributions, but other tasks such as paying household bills will be charged at an hourly rate.

### Schedule ‘D’ – INVESTMENT EXPENSES

In most cases, Donors and Stewards may make suggestions, but cannot direct action by the Umbrella Charity concerning the broker-dealer (the “stock brokerage firm”), the registered representative (the individual “stock broker”) and/or the registered investment advisor (a professional who manages a portfolio), and the particular investments. Investment expenses are thus determined by the decisions made by the Umbrella Charity in selecting these firms, professionals and investments. None of the individuals involved with investments may be related by blood or marriage to the Donor or Steward.

<sup>1</sup> The initial Umbrella Charity is Charitable Foundation USA, Saint Louis, MO